

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 563 - SB 472**

March 4, 2021

**SUMMARY OF ORIGINAL BILL:** Increases the minimum bondsman's capacity from 10 times to 20 times that of cash or items readily converted to cash pledged for collateral.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (004278):** Deletes and replaces all language of the original bill without making any substantive changes.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 40-11-302(e)(1), a professional bondsman's capacity, in those judicial districts where a professional bondsman uses collateral pledged cash or an item readily converted to cash with the court to underwrite bonds written by the professional bondsman, must be at least 10 times the amount of collateral pledged.
- Increasing the bondsman's capacity to at least 20 times that pledged will not significantly impact incarceration or courts; therefore, this legislation will not significantly increase state or local expenditures.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic".

Bojan Savic, Interim Executive Director

/jg